UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 109th Congress 1

[Date approved: August 26, 2005]²

Bill No. and sponsor: H.R. 1892 (Mr. Cleaver).

Proponent name, location: Bayer Crop Science Washington, DC, 20004

Other bills on product (109th Congress only): None.

Nature of bill: Temporary duty suspension through December 31, 2008.

Retroactive effect: None.

Suggested article description(s) for enactment (including appropriate HTS subheading(s)):

5-tert-butyl-3-(2,4-dichloro-5-isopropoxyphenyl)-1,3,4-oxadiazol-2(3H)-one (Oxadiazon) (CAS No. 19666-30-9) (provided for in subheading 2934.99.11)

Check one:

Same as that in bill as introduced
 Different from that in bill as introduced (explain differences in Technical

comments section)

Product information, including uses/applications and source(s) of imports:

The subject is a chemical, Oxadiazon, imported from France. It is used as the active ingredient in a herbicide which provides season-long control of crabgrass and goosegrass.

¹ Industry analyst preparing report: Jack Greenblatt (202-205-3353); Tariff Affairs contact: David Michels (202-205-3440).

² Access to an electronic copy of this memorandum is available at www.usitc.gov/tata/hts/other/rel_doc/bill_reports/index.htm

Estimated effect on customs revenue:

HTS subheading: <u>2934.99.11</u>						
	2005	2006	2007	2008	2009	
Col. 1-General rate of duty (AVE) <u>1</u> /	6.5%	6.5%	6.5%	6.5%	6.5%	
Estimated value <i>dutiable</i> imports	\$7,296,000	\$7,296,000	\$7,296,000	\$7,296,000	\$7,296,000	
Customs revenue loss	\$474,240	\$474,240	\$474,240	\$474,240	\$474,240	

^{1/} The AVE is the ad valorem equivalent of a specific or compound duty rate expressed as a percent, using the most recent import data available.

Source of estimated dutiable import data: Industry estimates.

Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date contacted	US production of same or competitive product claimed?	Submission attached?	Opposition noted?	
		(Yes/No)			
Bayer Crop Science (proponent) Mike Gill Tel: 202-508-8843	7/14/2005	No	No	No	
AtoFina Cerexagri Charles Kitchin Fax: 703-527-2092	7/14/2005	No	No	No	
Aventis Jean Rimers Fax: 202- 628- 6622	7/14/2005	No	No	No	
BASF Corp Greg Theis Fax: 202- 682- 9459	7/14/2005	No	No	No	
Crop Life America Lawrence Norton Fax: 202- 463 0474	7/14/2005	No	No	No	
Dow Agro Science Margaret Rogers Fax: 202-429-3467	7/14/2005	No	No	No	
E.I. duPont Elaine Olsen Fax: 302-892-7343	7/14/2005	No	No	No	
FMC Corp Jerry Prout. Fax: 202- 956- 5235	7/14/2005	No	No	No	

Syngenta. Mike Blythe Fax: 336-632-6084	7/14/2005	No	No	No
Valent USA. Robin Demouth Fax: 925- 256- 2776	7/14/2005	No	No	No

Technical comments:³

The Commission suggest that the chemical description on page 1 of this report be used, which provides the industry name of the chemical in parentheses along with italicization of "tert" and "H" as used in the chemical name.

³ The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.

H.R. 1892

To suspend temporarily the duty on Oxadiazon.

IN THE HOUSE OF REPRESENTATIVES

APRIL 27, 2005

Mr. Cleaver introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To suspend temporarily the duty on Oxadiazon.

1	Be it enacted by the Senate and House of Representa-									
2	tiv	ves of the United States of America in Congress assembled,								
3	SECTION 1. OXADIAZON.									
4	(a) In General.—Subchapter II of chapter 99 of									
5	the Harmonized Tariff Schedule of the United States is									
6	amended by inserting in numerical sequence the following									
7	new heading:									
	"	9902.05.86	5-t-butyl-3-(2,4-dichloro-5-isopropoxyphenyl)-1,3,4-oxadiazol-2(3H)-one (CAS No. 19666-30-9) (provided for in subheading 2934.99.11)	Free	No change	No change	On or before 12/31/2008	".		

- 1 (b) Effective Date.—The amendment made by
- 2 subsection (a) applies to goods entered, or withdrawn from
- 3 warehouse for consumption, on or after the 15th day after

4 the date of enactment of this Act.

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